

The Day So Far

Slight rebound in some of the markets hit hardest by the ECB's disappointing showing yesterday. The policy moves announced certainly weren't insignificant, with a further 0.10% cut to the deposit rate and an extension of the QE programme, but investors reacted negatively purely because expectations had far outgrown what the ECB could reasonably have been expected to deliver. The euro soared 400 points versus the dollar as those heavily short the currency pair going to into the announcement on the prospect of 'Super' Mario delivering once again were forced to cover, while Stoxx fell 3.5% in cash markets. The carnage continued through the US session, S&P falling as much as 55 points on the day, while in the fixed income space the Bund and t notes felt the pain, the Bund experiencing its biggest single day sell-off of the year and t notes similarly hammered. This news is likely to outweigh the NFP release today unless the number is well outside the expected range.

The Afternoon View

A colossal week for economic data and newsflow ends with a bang today with the OPEC output release due this afternoon and the NFP release at 13:30 BST. Markets are looking for a 200k headline figure to go with last month's 271k beat and solidifying the case for the Fed to hike rates in 12 days time. It would take an extraordinarily bad (below 100k) to perhaps alter the Fed's intentions, while anything other than a big miss (looking out for prior revisions as well) and the dollar to reclaim some of the ground lost against major currency pairs yesterday although a return back to 1.05 handle in the euro/usd is highly unlikely at this stage with ECB disappointment still forefront in investors' minds. Equities will find it hard to lift as a good number bring the reality that the Fed hike is coming without the cushion of additional stimulus from the ECB, while a bad number, providing not too bad is unlikely to sway the Fed this month. T notes remain a sell, real damage done yesterday there even though it was largely led lower in correlated selling in the Bund. However, a really low number clouds the short case for the 10 year given that is will likely reduce the prospect of further aggressive hiking in Q1 2016 so they could see a bounce on a big miss. We are still bearish on crude, our 2nd target is above the \$40 handle but no production cut from OPEC and we could see a break of that key handle and a push towards the yearly lows.

Key Headlines

Market Sentiment: Bearish

- Iron ore slips to new 10 year low
- ECB failure to impress sends global equities reeling
- ECB's dovish Constancio "the markets got it wrong in forming their expectations." regarding the central bank's policy moves yesterday

Major Data Releases

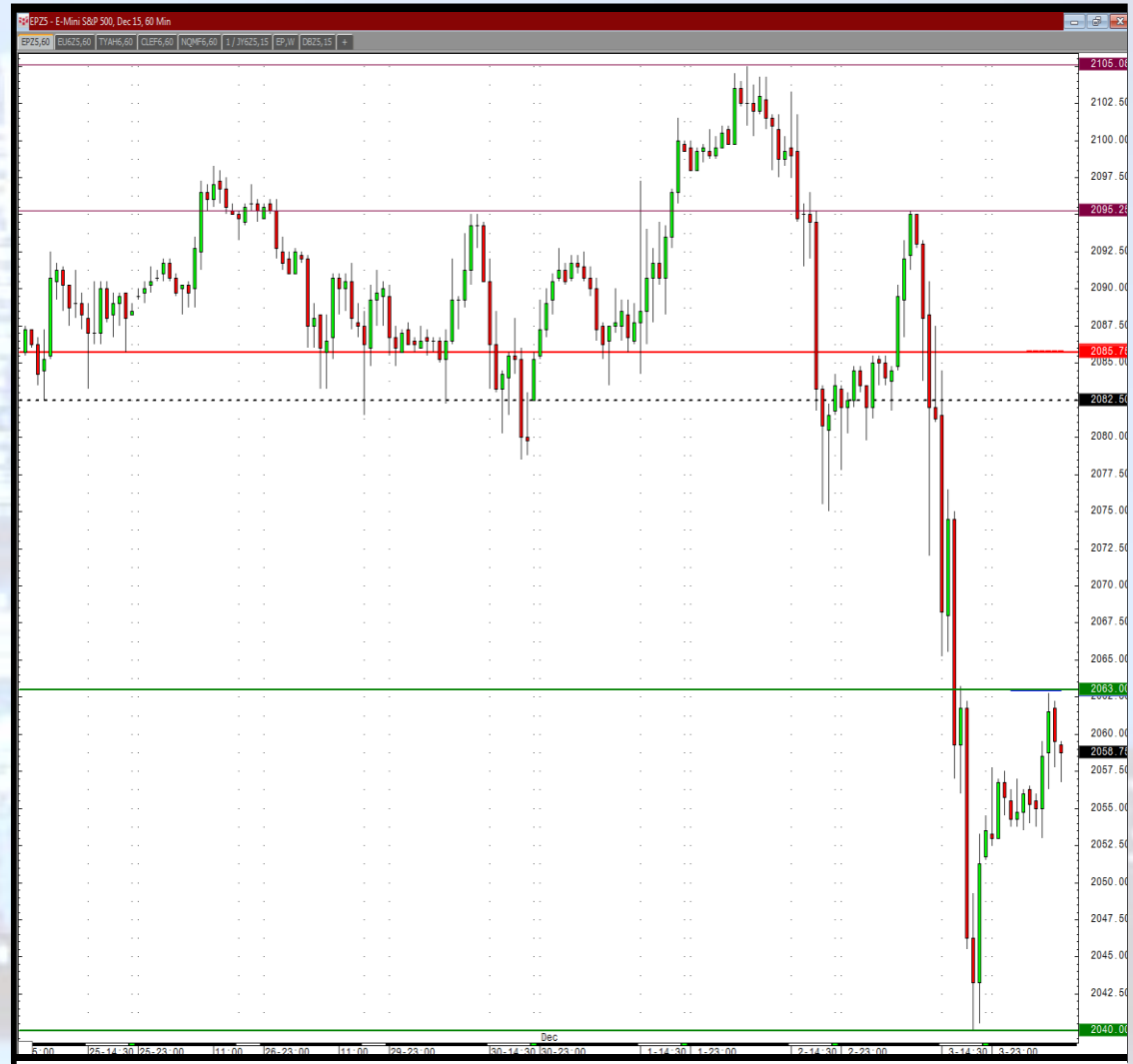
Data	Expected	Previous
Change in Nonfarm Payrolls (Nov) M/M	200k	271k
Unemployment Rate	5.00%	5.00%
Average Hourly Earnings	0.20%	0.40%
Labour Force Participation Rate		62.40%

Strategy	Short
Entry	2082.50
1 st Target	2062.75
2 nd Target	2040.00
Stop	2085.75

Key Levels	Comments
2095.25	High of 3 rd
2085.75	R1
2082.50	Support on 27 th
2062.75	Pivot
2040.00	Yesterday's Low

THERE IS SUBSTANTIAL RISK IN TRADING. A LOSS INCURRED IN CONNECTION WITH FUTURES TRADING CAN BE SIGNIFICANT. AMPLIFY TRADING MAKES NO CLAIMS WHATSOEVER REGARDING PAST OR FUTURE PERFORMANCE. ANY STRATEGY IS FOR EDUCATIONAL PURPOSES ONLY

Please see page 5 for more information



Strategy	Short
Entry	1.0983
1 st Target	1.0901
2 nd Target	1.0805
1.0630	1.1000

Key Levels	Comments
1.1000	Handle Resistance
1.0983	Yesterday's High
1.0901	R1
1.0805	Pivot
1.0627	S1



THERE IS SUBSTANTIAL RISK IN TRADING. A LOSS INCURRED IN CONNECTION WITH FUTURES TRADING CAN BE SIGNIFICANT. AMPLIFY TRADING MAKES NO CLAIMS WHATSOEVER REGARDING PAST OR FUTURE PERFORMANCE. ANY STRATEGY IS FOR EDUCATIONAL PURPOSES ONLY

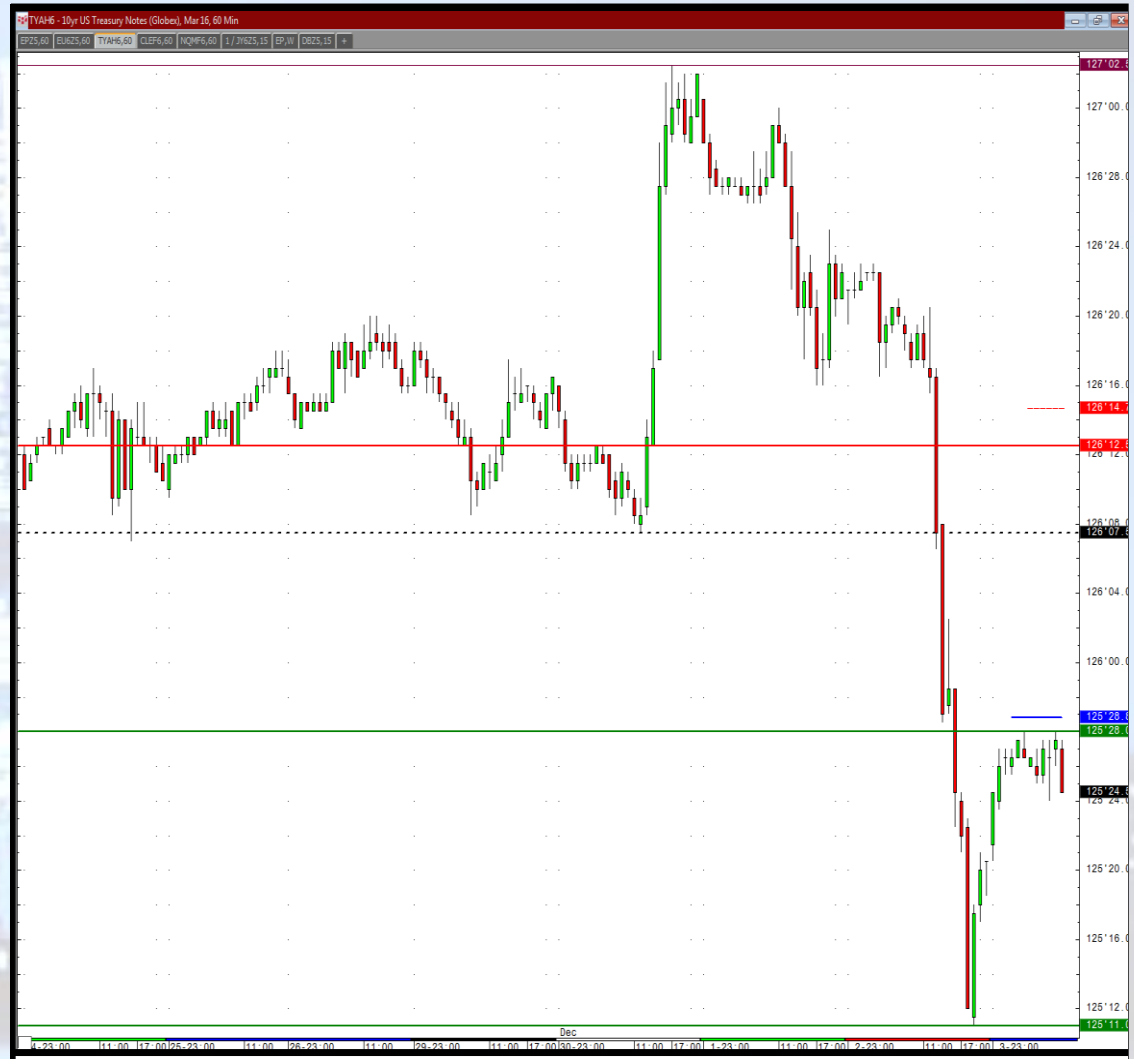
Please see page 5 for more information

Strategy	Short
Entry	126.075
1 st Target	125.280
2 nd Target	125.110
Stop	126.125

Key Levels	Comments
126.145	R1
126.075	Low of 1 st
125.285	Pivot
125.280	Today's High
125.110	Yesterday's Low

THERE IS SUBSTANTIAL RISK IN TRADING. A LOSS INCURRED IN CONNECTION WITH FUTURES TRADING CAN BE SIGNIFICANT. AMPLIFY TRADING MAKES NO CLAIMS WHATSOEVER REGARDING PAST OR FUTURE PERFORMANCE. ANY STRATEGY IS FOR EDUCATIONAL PURPOSES ONLY

Please see page 5 for more information



Strategy	Short
Entry	42.01
1 st Target	41.04
2 nd Target	40.30
Stop	42.23

Key Levels	Comments
42.23	High of 1 st
42.01	R1
41.04	Pivot
40.30	S1
40.00	Handle Support
39.86	



THERE IS SUBSTANTIAL RISK IN TRADING. A LOSS INCURRED IN CONNECTION WITH FUTURES TRADING CAN BE SIGNIFICANT. AMPLIFY TRADING MAKES NO CLAIMS WHATSOEVER REGARDING PAST OR FUTURE PERFORMANCE. ANY STRATEGY IS FOR EDUCATIONAL PURPOSES ONLY

Please see page 5 for more information

Bill Norman

Senior Analyst

Email: bill.norman@amplifytrading.com

Vasilis Ntiskos

Senior Analyst

Email: vasilis.ntiskos@amplifytrading.com

Amplify Trading is a Limited company registered in England and Wales. Registered number:6798566. Registered address: 18 St. Swithin's Lane, Ground Floor, City of London, EC4N 8AD. Information or opinions provided by Amplify Trading or the individuals listed above should not be used for investment advice and do not constitute an offer to sell or solicitation of an offer to buy any securities or financial instruments or any advice or recommendation with respect to such securities or other financial instruments. This research does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Clients should consider whether any advice or recommendation in this research is suitable for their particular circumstances and, if appropriate, seek professional advice, including tax advice. The price and value of investments referred to in this research and the income from them may fluctuate. Past performance is not a guide to future performance, future returns are not guaranteed, and a loss of original capital may occur. Certain transactions, including those involving futures, options, and other derivatives, give rise to substantial risk and are not suitable for all investors. Supporting documentation will be supplied upon request.

No part of this material may be (i) copied, photocopied or duplicated in any form by any means or (ii) redistributed without the prior written consent of Amplify Trading Ltd.